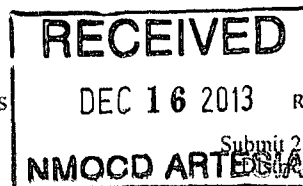


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



Form C-141
Revised October 10, 2003
Submit 2 Copies to appropriate
Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

nJMW1335332670 OPERATOR ☒ Initial Report ☒ Final Report

| | | | |
|---------------------|---|-------------------------------|----------------|
| Name of Company | COG OPERATING LLC <i>229137</i> | Contact | Robert McNeill |
| Address | 600 West Illinois Avenue, Midland, TX 79701 | Telephone No. | 432-230-0077 |
| Facility Name | Yale State #020 | Facility Type | Tank Battery |
| Surface Owner State | Mineral Owner | Lease No. (API#) 30-015-39202 | |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| K | 02 | 17S | 30E | | | | | Eddy |

Latitude 32.86263

Longitude 103.94375

NATURE OF RELEASE

| | | | | | |
|--|---|---|-----------------------|-----------------------------------|--------------------|
| Type of Release | Produced water | Volume of Release | 34bbls | Volume Recovered | 20bbls |
| Source of Release | Filter pot | Date and Hour of Occurrence | 11-30-2013 | Date and Hour of Discovery | 11-30-2013 08:00am |
| Was Immediate Notice Given? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | Mike Bratcher - NMOCD | | |
| By Whom? | Michelle Mullins | Date and Hour | 12-02-2013 08:18am | | |
| Was a Watercourse Reached? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | | | |
| If a Watercourse was Impacted, Describe Fully.* | | | | | |
| Describe Cause of Problem and Remedial Action Taken.* | | | | | |
| Vic seal ring leak due to bad check valve. Replace check valve. | | | | | |
| Describe Area Affected and Cleanup Action Taken.* | | | | | |
| Initially 34bbls of produced water were released from the filter pot inside the tank inside. We were able to recover 20bbls of produced water with a vacuum truck. The spill was contained inside the lined facility. All free fluid has been recovered. Any contaminated gravel has been removed, the liner has been steam cleaned and we have replaced with fresh gravel as necessary. This location has been returned to its prior condition. | | | | | |
| I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations. | | | | | |
| Signature: <i>Robert Grubbs Jr.</i> | | OIL CONSERVATION DIVISION | | | |
| Printed Name: Robert Grubbs Jr. | | Approved by District Supervisor: Signed By <i>Mike Bratcher</i> | | | |
| Title: Senior Environmental Coordinator | | Approval Date: DEC 19 2013 | | Expiration Date: | |
| E-mail Address: rgrubbs@concho.com | | Conditions of Approval: | | Attached <input type="checkbox"/> | |
| Date: 12-11-2013 Phone: 432-661-6601 | | | | | |

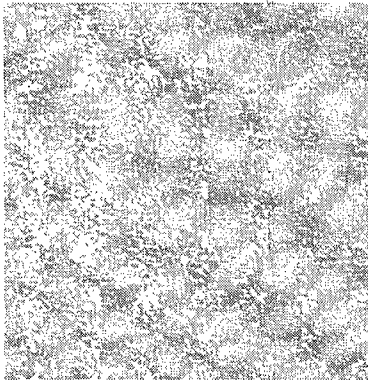
* Attach Additional Sheets If Necessary

Accepted for record
NMOCD

2RP-2118

Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Monday, December 16, 2013 7:20 AM
To: Bratcher, Mike, EMNRD
Cc: Robert McNeill
Subject: C-141 Initial/Final Report - Yale State #020
Attachments: Yale State #020 (TB) -- Date of Release -- 11-30-2013.pdf



Mr. Bratcher,

Please see attached the C-141 Initial/Final Report for a release that occurred at our Yale State #020 (TB) on 11-30-2013 in Eddy County New Mexico. This is a lined facility.

Thank you,

***Robert Grubbs Jr.
Sr. Environmental Coordinator
432.683.7443 (main)
432.818.2369 (direct)
432.661.6601 (cell)
rgrubbs@concho.com***

***Mailing Address:
One Concho Center
600 W. Illinois Avenue
Midland, Texas 79701***



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Bratcher, Mike, EMNRD

From: Michelle Mullins <MMullins@concho.com>
Sent: Monday, December 02, 2013 7:18 AM
To: Bratcher, Mike, EMNRD
Cc: Robert Grubbs
Subject: Yale State #20-Immediate Notification

Mr. Bratcher:

At approximately 8:00 a.m. on 11/30/2013, a produced fluid release was discovered at the above-referenced facility. An estimated 34 bbls of produced fluid was released. The cause of the release is currently under investigation. We will follow up within 15 days with a C-141 Report. GPS coordinates, legal description and driving directions are listed below.

32.86263 103.94375

Yale State #20
Unit K
Sec 2 T17S R30E
2310' FSL & 2310' FWL
Eddy County, NM
API 30-015-39202

From Artesia, travel east on Highway 82. Turn north on CR 219, travel 1.3 miles. Turn east and travel .4 miles. Turn north and travel .4 miles. Turn east and travel .1 miles. Turn north and travel .3 miles. Turn east and travel 1.0 miles. Turn north .2 miles to location.

Thank you.

Michelle Mullins
Environmental Coordinator
COG Operating, LLC
(432) 934-1052
mmullins@concho.com

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